

NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Producers 88 (4-89) — Paid Up With 640 Acres Pooling Provision STANDARD LEASE W/ OPTION

between

THIS LEASE AGREEMENT is made this ween 7728 Not 1024 Co.

PAID UP OIL AND GAS LEASE

(No Surface Use)

day of

January

2009, by and

whose address

is 1/728 Netleas Co. Keller, TX 76748	whose address
is 11728 Netleas Co., Reller, TX 76748	, as Lessor, and DALE
PROPERTY SERVICES, L.L.C., 2100 Ross Avenue, Suite 1870 Dallas Texas 75201, as Lessee. All printer	
hereinabove named as Lessee, but all other provisions (including the completion of blank spaces) were prepared jointly be	
 In consideration of a cash bonus in hand paid and the covenants herein contained, Lessor hereby grants, leases 	and lets exclusively to Lessee the following described
land, hereinafter called leased premises:	
0.375	1 11:11 c 11 Alice
O. 375 ACRES OF LAND, MORE OR LESS, BEING Block 13 Lot 8 , OUT OF TH	IE Richland Hills Jouth Hadition,
AN ADDITION TO THE CITY OF 1/2 is bland Hills BEING	MORE PARTICULARLY DESCRIBED BY
AN ADDITION TO THE CITY OF Richland Hills , BEING METES AND BOUNDS IN THAT CERTAIN PLAT RECORDED IN VOLUME 388-6	PAGE Q2 OF THE PLAT
BECODE OF TARBANT COUNTY TEVAC	
RECORDS OF TARRANT COUNTY, TEXAS.	
D 375	and the second s
in the county of TARRANT, State of TEXAS, containing 0.375 gross acres, more or less (including any interpretation)	erests therein which Lessor may hereafter acquire by
reversion, prescription or otherwise), for the purpose of exploring for, developing, producing and marketing oil and g	as, along with all hydrocarbon and non hydrocarbon
substances produced in association therewith (including geophysical/seismic operations). The term "gas" as used	
commercial gases, as well as hydrocarbon gases. In addition to the above-described leased premises, this lease also	
land now or hereafter owned by Lessor which are contiguous or adjacent to the above-described leased premises, and	
Lessor agrees to execute at Lessee's request any additional or supplemental instruments for a more complete or accurat	
of determining the amount of any shut-in royalties hereunder, the number of gross acres above specified shall be deeme	d correct, whether actually more or less.
O This last with the first of t	the state of the state of the state of
2. This lease, which is a "paid-up" lease requiring no rentals, shall be in force for a primary term of	years from the date
hereof, and for as long thereafter as oil or gas or other substances covered hereby are produced in paying quantities fro	im the leased premises or from lands pooled therewith
or this lease is otherwise maintained in effect pursuant to the provisions hereof.	fellower (a) For all and other liquid hydrogerhone
3. Royalties on oil, gas and other substances produced and saved hereunder shall be paid by Lessee to Lessor	as ignows: (a) For oil and other liquid hydrocarbons
separated at Lessee's separator facilities, the royalty shall be Twenty-five percent (25	and shall have the continuing right to purchase such
option to Lessor at the wellhead or to Lessor's credit at the oil purchaser's transportation facilities, provided that Les production at the wellhead market price then prevailing in the	a same field, then in the negreet field in which there is
such a prevailing price) for production of similar grade and gravity; (b) for gas (including casing head gas) and all of	ther substances covered bareby the royalty shall be
Twenty-fix present (25)% of the proceeds realized by Lessee from the sale there	eof, less a proportionate part of ad valorem taxes and
production, severance, or other excise taxes and the costs incurred by Lessee in delivering, processing or otherwise a	narketing such gas or other substances, provided that
Lessee shall have the continuing right to purchase such production at the prevailing wellhead market price paid for production	fuction of similar quality in the same field (or if there is
no such price then prevailing in the same field, then in the nearest field in which there is such a prevailing price) pursu-	ant to comparable purchase contracts entered into on
the same or nearest preceding date as the date on which Lessee commences its purchases hereunder; and (c) if at the	e end of the primary term of any time thereafter one or
more wells on the leased premises or lands pooled therewith are capable of either producing oil or gas or other substan	ices covered hereby in paying quantities or such wells
are waiting on hydraulic fracture stimulation, but such well or wells are either shut-in or production there from is not being	g soin by Lessee, such well of wells shall nevertheless
be deemed to be producing in paying quantities for the purpose of maintaining this lease. If for a period of 90 consecu	utive days such well or wells are shut-in or production
there from is not being sold by Lessee, then Lessee shall pay shut-in royalty of one dollar per acre then covered by	this lease, such payment to be made to Lessor or to
Lessor's credit in the depository designated below, on or before the end of said 90-day period and thereafter on or before	ore each anniversary of the end of said 90-day period
while the well or wells are shut-in or production there from is not being sold by Lessee; provided that if this lease is other	he shall be due until the end of the 90 day period payt
is being sold by Lessee from another well or wells on the leased premises or lands pooled therewith, no shut-in royalt	ty shall be due until the end of the so-day period hext
following cessation of such operations or production. Lessee's failure to properly pay shut-in royalty shall render Less	see liable for the amount due, but shall not operate to
terminate this lease.	Instant a address above of its successors
4. All shut-in royalty payments under this lease shall be paid or tendered to Lessor or to Lessor's credit in at	Il serments or tenders may be made in currency of hy
which shall be Lessor's depository agent for receiving payments regardless of changes in the ownership of said land. All	anusions addressed to the denositors or to the Lessor
check or by draft and such payments or tenders to Lessor or to the depository by deposit in the US Mails in a stamped	d by another ignitiation, or for any reason fail or refuse
at the last address known to Lessee shall constitute proper payment. If the depository should liquidate or be succeeded	ming another institution as depositors agent to receive
to accept payment hereunder, Lessor shall, at Lessee's request, deliver to Lessee a proper recordable instrument nar	Tilling another matication as depository again to reserve
payments. 5. Except as provided for in Paragraph 3, above, if Lessee drills a well which is incapable of producing in paying	quantities (hereinafter called "dry hole") on the leased
premises or lands pooled therewith, or if all production (whether or not in paying quantities) permanently ceases fro	om any cause including a revision of unit boundaries
pursuant to the provisions of Paragraph 6 or the action of any governmental authority, then in the event this leas	se is not otherwise being maintained in force it shall
nevertheless remain in force if Lessee commences operations for reworking an existing well or for drilling an additional	well or for otherwise obtaining or restoring production
on the leased premises or lands peopled therewith within 90 days after completion of operations on such five hole of Will	hin 90 days after such cessation of all production. If at
the end of the primary term, or at any time thereafter, this lease is not otherwise being maintained in force but Less	ee is then engaged in drilling, reworking or any other
operations reasonably calculated to obtain or restore production there from, this lease shall remain in force so long as a	inv one or more of such operations are prosecuted with
no describe of more than 90 consecutive days, and if any such operations result in the production of all 0r 0as 0r 01	(ner substances covered hereby, as long increater as
there is production in paying quantities from the leased premises or lands pooled therewith. After completion of a Wel	II capable of producing in paying quantities nelections,
Egon Inditional wells on the leased premises or lands pooled therewith as a reasonably fulfilled it are a considerable of the leased premises or lands pooled therewith as a reasonably fulfilled in the leased premises or lands pooled therewith as a reasonably fulfilled in the leased premises or lands pooled therewith as a reasonably fulfilled in the leased premises or lands pooled therewith as a reasonably fulfilled in the leased premises or lands pooled therewith as a reasonably fulfilled in the leased premises or lands pooled therewith as a reasonably fulfilled in the leased premises or lands provided therewith as a reasonably fulfilled in the leased premises or lands provided therewith as a reasonably fulfilled in the leased premises or lands provided the reasonable premises or lands provided the lands premises of the lands provided th	itor would dull funder the same of similar circumstances
to (a) develop the leased premises as to formations then capable of producing in paying quantities on the leased DIS	emises or lands pooled therewith, or (b) to protect the
leased premises from uncompensated drainage by any well or wells located on other lands not pooled therewith. There	re shall be no covenant to drill exploratory wells or any
additional walls except as expressly provided herein	
6. Lessee shall have the right but not the obligation to pool all or any part of the leased premises or interest the	erein with any other lands or interests, as to any or all
donths or zongs, and as to any or all substances covered by this lease, either before or after the commencement of	t production, whenever Lessee deems it necessary of
proper to do so in order to prudently devision or operate the leased premises, whether or not similar pooling authority 9:	XISTS WITH TESPECT TO SUCH OUTER IAMUS OF INTERESTS. THE
unit formed by such pooling for an oil well which is not a horizontal completion shall not exceed 80 acres bills a maxim	num acreage therance of 10%, and lot a gas well of a
horizontal completion shall not exceed 840 scree plus a maximum acreage tolerance of 19%; provided that a larger UNI	I Way be tarmed for all oil well of gas well of florizontal
completion to conform to any well spacing or density pattern that may be prescribed or permitted by any governmental	authority having jurisdiction to do so. For the purpose

nonzontal completion to conform to any well spacing or density pattern that may be prescribed or permitted by any governmental authority having jurisdiction to do so. For the purpose of the foregoing, the terms "oil well" and "gas well" shall have the meanings prescribed by applicable law or the appropriate governmental authority, or, if no definition is so prescribed, "oil well" means a well with an initial gas-oil ratio of less than 100,000 cubic feet per barrel and "gas well" means a well with an initial gas-oil ratio of 100,000 cubic feet or more per barrel, based on 24-hour production test conducted under normal producing conditions using standard lease separator facilities or equivalent testing equipment; and the term "horizontal completion" means an oil well in which the horizontal component of the gross completion interval in the reservoir exceeds the vertical component thereof. In exercising its pooling rights hereunder, Lessee shall file of record a written declaration describing the unit and stating the effective date of pooling. Production, drilling or reworking operations anywhere on a unit which includes all or any part of the leased premises shall be treated as if it were production, drilling or reworking operations on the leased premises, except that the production on which Lessor's royalty is calculated shall be that proportion of the total unit production which the acreage covered by this lease and included in the unit bears to the total gross acreage in the unit, but only to the extent such proportion of unit production is sold by Lessee. Pooling in one or more instances shall not exhaust Lessee's pooling rights hereunder, and Lessee shall have the recurring right but not the obligation to revise any unit formed hereunder by expansion or contraction or both, either before or after commencement of production, in order to conform to the well-spacing or density pattern prescribed or permitted by the governmental authority having jurisdiction, or to conform to any production on which royalties ar of the leased premises or lands pooled therewith shall be reduced to the proportion that Lessor's interest in such part of the leased premises bears to the full mineral estate in such part of the leased premises

8. The interest of either Lessor or Lessee hereunder may be assigned, devised or otherwise transferred in whole or in part, by area and/or by depth or zone, and the rights and obligations of the parties hereunder shall extend to their respective heirs, devisees, executors, administrators, successors and assigns. No change in Lessor's ownership shall have the effect of reducing the rights or enlarging the obligations of Lessee hereunder, and no change in ownership shall be binding on Lessee until 60 days

after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee or after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee's usual form of division order. In the event of the death of any person entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to the credit of decedent or decedent's estate in the depository designated above. If at any time two or more persons are entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to such persons or to their credit in the depository, either jointly or separately in proportion to the interest which each owns. If Lessee transfers its interest hereunder in whole or in part Lessee shall be relieved of all obligations thereafter arising with respect to the transferred interest, and failure of the transferee to satisfy such obligations with respect to the transferred interest shall not affect the rights of Lessee with respect to any interest not so transferred. If Lessee transfers a full or undivided interest in all or any portion of the area covered by this lease, the obligation to pay or tender shut-in royalties hereunder shall be divided between Lessee and the transferee in proportion to the net acreage interest in this lease then held by each.

9. Lessee may, at any time and from time to time, deliver to Lessor or file of record a written release of this lease as to a full or undivided interest in all or any portion of the area covered by this lease or any depths or zones there under, and shall thereupon be relieved of all obligations thereafter arising with respect to the interest so released. If Lessee releases all or an undivided interest in less than all of the area covered hereby. Lessee's obligation to pay or tender shut-in royalties shall be proportionately reduced

If Lessee releases all or an undivided interest in less than all of the area covered hereby, Lessee's obligation to pay or tender shut-in royalties shall be proportionately reduced

It Lessee feleases all or an undivided interest in less than all of the area covered hereby, Lessee's obligation to pay or tender shut-in royalities shall be proportionately reduced in accordance with the net acreage interest retained hereunder.

10. In exploring for, developing, producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or unitized herewith, in primary and/or enhanced recovery, Lessee shall have the right of ingress and egress along with the right to conduct such operations on the leased premises as may be reasonably necessary for such purposes, including but not limited to geophysical operations, the drilling of wells, and the construction and use of roads, canals, pipelines, tanks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, store, treat and/or transport production. Lessee may use in such operations, free of cost, any oil, gas, water and/or other substances produced on the leased premises, and other facilities deemed necessary by Lessee produced on the leased premises. tanks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, store, treat and/or transport production. Lessee may use in such operations, free of cost, any oil, gas, water and/or other substances produced on the leased premises, except water from Lessor's wells or ponds. In exploring, developing, producing or marketing from the leased premises or lands pooled therewith, the ancillary rights granted herein shall apply (a) to the entire leased premises described in Paragraph 1 above, notwithstanding any partial release or other partial termination of this leases; and (b) to any other lands in which Lessor now or hereafter has authority to grant such rights in the vicinity of the leased premises or lands pooled therewith. When requested by Lessee hall bury its pipelines below ordinary plow depth on cultivated lands. No well shall be located less than 200 feet from any house or barn now on the leased premises or such other lands, and to commercial timber and growing crops thereon. Lessee shall have the right at any time to remove its fixtures, equipment and materials, including well casing, from the leased premises or such other lands during the term of this lease or within a reasonable time thereafter.

11. Lessee's obligations under this lease, whether express or implied, shall be subject to all applicable laws, rules, regulations and orders of any governmental authority having jurisdiction including restrictions on the drilling and production of wells, and the price of oil, gas, and other substances covered hereby. When drilling, production or other operations are prevented or delayed by such laws, rules, regulations or orders, or by inability to obtain necessary permits, equipment, services, material, water, electricity, fuel, access or easements, or by fire, flood, adverse weather conditions, war, sabotage, rebellion, insurrection, riot, strike or labor disputes, or by inability to obtain necessary

14. For the same consideration recited above, Lessor hereby grants, assigns and conveys unto Lessee, its successors and assigns, a perpetual subsurface well bore easement under and through the leased premises for the piacement of well bores (along routes selected by Lessee) from oil or gas wells the surface locations of which are situated on other tracts of land and which are not intended to develop the leased premises or lands pooled therewith and from which Lessor shall have no right to royalty or other benefit. Such subsurface well bore easements shall run with the land and survive any termination of this lease.

15. Lessor hereby warrants and agrees to defend title conveyed to Lessee hereunder, and agrees that Lessee's option may pay and discharge any taxes, mortgages or liens existing, levied or assessed on or against the leased premises. If Lessee exercises such option, Lessee shall be subrogated to the rights of the party to whom payment is made, and, in addition to its other rights, may reimburse itself out of any royalties or shut-in royalties otherwise payable to Lessor hereunder. In the event Lessee is made aware of any claim inconsistent with Lessor's title, Lessee may suspend the payment of royalties and shut-in royalties hereunder, without interest, until Lessee has been furnished satisfactory evidence that such claim has been resolved.

Notwithstanding anything contained to the contrary in this lease, Lessee shall not have any rights to use the surface of the leased premises for drilling or other

DISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lease payments, in the form of rental, bonus and royalty, are market sensitive and may vary depending on multiple factors and that this Lease is the product of good faith negotiations. Lessor understands that these lease payments and terms are final and that Lessor entered into this lease without duress or undue influence. Lessor recognizes that lease values could go up or down depending on market conditions. Lessor acknowledges that no representations or assurances were made in the negotiation of this lease that Lessor would get the highest price or different terms depending on future market conditions. Neither party to this lease will seek to alter the terms of this transaction based upon any differing terms which Lessee has or may negotiate with any other lessors/oil and gas owners.

IN WITNESS WHEREOF, this lease is executed to be effective as of the date first written above, but upon execution shall be binding on the signatory and the signatory's heirs, devisees, executors, administrators, successors and assigns, whether or not this lease has been executed by all parties hereinabove named as Lessor.

LESSOR (WHETHER ONE OR MORE) Signature: Steven Behringer Signature: Printed Name: **ACKNOWLEDGMENT** STATE OF TEXAS COUNTY OF TARRANT day of January, 2009, by Steven Behringer, americal person This instrument was acknowledged before me on the 1155 ZACHARY NIESMAN Notary Public, State of Texas My Commission Expires March 11, 2012

ACKNOWLEDGMENT

STATE OF TEXAS COUNTY OF TARRANT

This instrument was acknowledged before me on the _____day of ___

_, 2009, by _

Notary Public, State of Texas Notary's name (printed): Notary's commission expires:



DALE RESOURCES LLC 2100 ROSS AVE STE 1870 LB-9

DALLAS

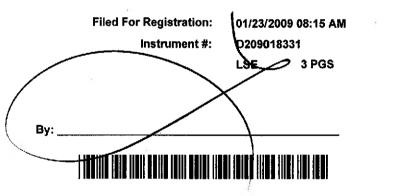
TX 75201

Submitter: DALE RESOURCES LLC

SUZANNE HENDERSON TARRANT COUNTY CLERK TARRANT COUNTY COURTHOUSE 100 WEST WEATHERFORD FORT WORTH, TX 76196-0401

<u>DO NOT DESTROY</u> WARNING - THIS IS PART OF THE OFFICIAL RECORD.

\$20.00



D209018331

ANY PROVISION WHICH RESTRICTS THE SALE, RENTAL OR USE OF THE DESCRIBED REAL PROPERTY BECAUSE OF COLOR OR RACE IS INVALID AND UNENFORCEABLE UNDER FEDERAL LAW.

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